

Message Text

UNCLASSIFIED

PAGE 01 BRASIL 10232 151033Z
ACTION EB-07

INFO OCT-01 ARA-10 ISO-00 FEA-01 AGRE-00 CEA-01 CIAE-00
COME-00 DODE-00 FRB-01 H-02 INR-07 INT-05 L-03 LAB-04
NSAE-00 NSC-05 PA-02 AID-05 CIEP-02 SS-15 STR-04
ITC-01 TRSE-00 USIA-15 PRS-01 SP-02 OMB-01 /095 W
----- 008146 /10

P R 142030Z DEC 76
FM AMEMBASSY BRASILIA
TO SECSTATE WASHDC PRIORITY 9118
INFO AMCONSUL RIO DE JANEIRO
AMCONSUL SAO PAULO

UNCLAS BRASILIA 10232

E.O. 11652: N/A
TAGS: EFIN, ETRD, BR
SUBJECT: BRAZIL LIFTS ICM TAX CREDITS ON LIST OF 48
PRODUCTS

REF: BRASILIA 10206

1. THE FINANCE MINISTER HAS SIGNED A
CONVENTION WITH THE STATE SECRETARIES OF
FINANCE UNDER WHICH THE INDIVIDUAL STATES
WILL BE ALLOWED TO WITHDRAW AS OF JANUARY 1,
1977 THE ICM TAX CREDIT ON A LIST OF 48
EXPORT PRODUCTS. AMONG THE PRODUCTS
AFFECTED ARE SOYBEAN OIL, LEATHER HANDBAGS,
AND NON-RUBBER FOOTWEAR, PRODUCTS WHICH WERE
COVERED BY THE SIMON-SIMONSEN AGREEMENT. THE
COMPLETE LIST OF PRODUCTS FOLLOWS BY
SEPARATE AIRGRAM.

2. COMMENT: ALTHOUGH NO PUBLIC EXPLANATION
WAS GIVEN FOR THE WITHDRAWAL OF THESE
INCENTIVES, THE MAJOR REASON FOR THIS ACTION
--IN ADDITION TO THE SIMON-SIMONSEN AGREE-
MENT WHICH AFFECTED SOYBEAN OIL, NON-RUBBER
FOOTWEAR AND LEATHER HANDBAGS--WAS THE
POOR CONDITION OF THE FINANCIAL SITUATION
OF THE STATES. STATE SECRETARIES OF FINANCE,
UNCLASSIFIED

UNCLASSIFIED

PAGE 02 BRASIL 10232 151033Z

PARTICULARLY THOSE FROM THE NORTH AND NORTH-

EASTERN STATES FROM WHICH THE BULK OF
THE PRODUCTS COVERED ARE EXPORTED, HAD
REPORTEDLY BEEN PRESSING THE FINANCE MINISTER
FOR SOME TIME TO TAKE THIS STEP.
CRIMMINS

UNCLASSIFIED

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: CREDIT, GOVERNMENT MINISTRIES, TRADE CONTROLS, COMMODITY AGREEMENTS
Control Number: n/a
Copy: SINGLE
Draft Date: 14 DEC 1976
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Authority: n/a
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 JAN 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1976BRASIL10232
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D760461-0520
From: BRASILIA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1976/newtext/t19761242/aaaabkfh.tel
Line Count: 66
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION EB
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: 76 BRASILIA 10206
Review Action: RELEASED, APPROVED
Review Authority: schwenja
Review Comment: n/a
Review Content Flags:
Review Date: 14 JUN 2004
Review Event:
Review Exemptions: n/a
Review History: RELEASED <14 JUN 2004 by hattaycs>; APPROVED <19 AUG 2004 by schwenja>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
04 MAY 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: BRAZIL LIFTS ICM TAX CREDITS ON LIST OF 48 PRODUCTS
TAGS: EFIN, ETRD, BR, US
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 04 MAY 2006